

04/16/02

PC&IM POLICY ALERT
No. 02-20
Notification of Noncompliance with Cost Accounting
Standards

REFERENCE:	Federal Register:	February 8, 2002 (Vol. 67, No. 27)
	FAC:	2001-04, Item III
	FAR Case Number:	2001-013

TYPE OF ACTION: Final Rule

EFFECTIVE DATE: 20 February 2002

SUMMARY: This final rule amends Table 15-2, Instructions for Submitting Cost/Price Proposals When Cost or Pricing Data are Required, located at FAR 15.4, Contract Pricing. The rule removes the requirement for a contractor to notify the contracting officer when there is a noncompliance that has an immaterial cost impact. The rule affects contracting officers that require cost or pricing data on CAS-covered contracts.

ACTION REQUIRED: Contracting officers may wish to review the amended FAR 15.408 before requiring submission of cost or pricing data on CAS-covered contracts. The revised FAR language may be accessed at <http://web1.deskbook.osd.mil>.

You may direct comments/questions on this Policy Alert to Kristine Hostetler at 303 676 3585 or Nancy Olander at 303 676 3985.